UNITED	ST	TATES	DIST	RIC	CT CC	DURT
SOUTHER	NS	DIST	RICT	OF	NEW	YORK

CARMELA LANZETTA,

Plaintiff,

- against -

FLORIO'S ENTERPRISES, INC., d/b/a FLORIO'S RESTAURANT, RALPH AMORUSO, LAWRENCE AMORUSO,

Defendants.

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### MEMORANDUM DECISION

08 Civ. 6181 (DC)

APPEARANCES: JOSEPH, HERZFELD, HESTER & KIRSCHENBAUM, LLP Attorneys for Plaintiff

By: Daniel Maimon Kirschenbaum, Esq.

Matthew David Kadushin, Esq.

757 Third Avenue New York, NY 10017

DEVEREAUX & ASSOCIATES, P.C.

Attorneys for Defendants

By: Sidney Baumgarten, Esq.

John W. Russell, Esq.

39 Broadway, Suite 910 New York, NY 10006

### CHIN, Circuit Judge

Following a two-day bench trial, the Court issued an opinion on January 25, 2011, finding defendants Florio's Restaurant and Ralph and Lawrence Amoruso ("defendants")<sup>1</sup> jointly

The Court did not learn until after it issued its opinion that Lawrence Amoruso had passed away on January 13, 2011. (ECF No. 44). Defendants filed a notice of death on April

and severally liable to plaintiff Carmela Lanzetta for violations of the Fair Labor Standards Act (the "FLSA") and the New York State Labor Law (the "Labor Law"). The Court awarded plaintiff \$127,938.31 in damages. See Lanzetta v. Florio's Enters., Inc., 763 F. Supp. 2d 615, 628 (S.D.N.Y. 2011).

On February 8, 2011, plaintiff submitted (1) an application for fees and costs; and (2) a motion for reconsideration pursuant to Federal Rule of Civil Procedure 59(e) and Local Civil Rule 6.3, based on purported errors she identifies in the Court's damages award. On April 25, 2011, defendants submitted an affirmation in opposition to the amount of fees requested but did not oppose the motion for reconsideration. Plaintiff replied on May 2, 2011.

As discussed more fully below, the application for fees and costs is granted. The motion for reconsideration is granted

<sup>6, 2011.</sup> Lanzetta did not file a motion to substitute Lawrence Amoruso's estate, and more than 90 days have transpired. Fed. R. Civ. P. 25(a). Accordingly, as required by Rule 25(a), the claims against Lawrence Amoruso are dismissed. See id. ("If the motion is not made within 90 days after service of a statement noting the death, the action by or against the decedent must be dismissed."); see also Unicorn Tales, Inc. v. Banerjee, 138 F.3d 467, 470 (2d Cir. 1998) (noting that Rule 25(a)(1) "does not require that the statement [of death] identify the successor or legal representative [of the deceased party]; it merely requires that the statement of death be served on involved parties").

in part and denied in part. Judgment will be entered in the amount of \$231,554.38, which reflects \$70,097.70 in fees and costs, and \$161,456.68 in damages.

### A. The Motion for Reconsideration

The decision to grant or deny a motion for reconsideration is committed to the discretion of the court. <u>See Griffin Ins., Inc. v. Petrojam, Ltd.</u>, 72 F. Supp. 2d 365, 368 (S.D.N.Y. 1999). The primary grounds justifying reconsideration are: (1) an intervening change in controlling law; (2) the availability of new evidence; or (3) the need to correct a clear error or prevent manifest injustice. <u>Virgin Atl. Airways, Ltd. v. Nat'l Mediation Bd.</u>, 956 F.2d 1245, 1255 (2d Cir. 1992).

The present motion for reconsideration concerns the proper approach to calculating damages where liability is established under both the FLSA and the Labor Law. Here, defendants were liable under both statutes at all relevant times after July 7, 2005. Plaintiff argues that the back pay and FLSA liquidated damages awarded for the period of overlapping liability were erroneously calculated using the federal minimum wage-rate, 29 U.S.C. § 206(a)(1), as opposed to New York State's higher minimum wage-rate, N.Y. Lab. Law § 652(1). She also argues that for this period she is entitled to an award of

liquidated damages under both the FLSA and the Labor Law, not just the FLSA. She seeks an additional \$41,187.87 in connection with these claims.

### 1. The Wage-Rate for Minimum Wage and Overtime Damages

Defendants violated the Labor Law and the FLSA by failing to pay plaintiff lawful wages while she was in their employ. Both federal and state law require certain employers to pay employees a minimum wage for the employees' first 40 hours of work each week, 29 U.S.C. § 206(a)(1); N.Y. Lab. Law § 652(1), and to pay an overtime premium of one-and-a-half times the employees' regular rate of pay for every hour worked thereafter, 29 U.S.C. § 207(a)(1); N.Y. Comp. Codes R. & Regs. tit. 12, § 137-1.3. Plaintiff contends that the Court erred in awarding back pay based on the minimum wage-rate in the FLSA, 29 U.S.C. § 206(a)(1), rather than the higher rate applicable under state law, N.Y. Lab. Law § 652(1). (Pl.'s Mem. 3). I agree that the calculation was incorrect.

The FLSA contains a savings clause that provides, in relevant part, that compliance with federal wage laws does not excuse an employer's "noncompliance with any . . . State law . . . establishing a minimum wage higher than the minimum wage established under [the FLSA]." 29 U.S.C. § 218(a). This

provision "made clear [Congress's] intent not to disturb the traditional exercise of the states' police powers with respect to wages and hours more generous than the federal standards." Pac. Merch. Shipping Ass'n v. Aubry, 918 F.2d 1409, 1421 (9th Cir. 1990). In other words, § 218(a) "specifically mandates that state law, rather than federal law, applies where the state law provides for . . . a higher minimum wage." Soler v. G & U, Inc., 768 F. Supp. 452, 462 n.16 (S.D.N.Y. 1991); accord Ervin v. OS Rest. Servs. Inc., 632 F.3d 971, 977 (7th Cir. 2011) (concluding that § 218(a) "preserv[es] state and local regulations"); Overnite Transp. Co. v. Tianti, 926 F.2d 220, 222 (2d Cir. 1991); Estanislau v. Manchester Developers, LLC, 316 F. Supp. 2d 104, 112 n.2 (D. Conn. 2004) ("To the extent that state law provides a greater remedy than the FLSA, [p]laintiff would not be precluded from recovering under it.").

In this case, the minimum wage in New York was higher than the federal wage at all times beginning on January 1, 2005.

In 2004, the minimum wage under both statutes was \$5.15. In New York, it was raised to \$6.00 on January 1, 2005, and to \$6.75 on January 1, 2006. As of January 1, 2007 and for all relevant times thereafter, the minimum wage was \$7.15. N.Y. Lab. Law \$652(1); N.Y. Comp. Codes R. & Regs. tit. 12, \$137-1.2. The federal minimum wage increased to \$5.85 on July 24, 2007, where it remained at all relevant times thereafter. See 29 U.S.C. \$206(a)(1).

State law therefore "control[led] the employer's duty." Cranford v. City of Slidell, 25 F. Supp. 2d 727, 728 (E.D. La. 1998); accord Jin M. Cao v. Wu Liang Ye Lexington Rest., Inc., No. 08 Civ. 3725 (DC), 2010 WL 4159391, at \*2 n.2 (S.D.N.Y. Sept. 30, 2010) (concluding that plaintiffs could take advantage of the higher measure of damages under New York law (citing 29 U.S.C. § 218(a)); Yi Dong v. CCW Fashion, Inc., Nos. 06 Civ. 4973, 07 Civ. 9741 (LAP) (DFE), 2009 WL 884680, at \*4 (S.D.N.Y. Feb. 19, 2009) (same); Chan v. Sung Yue Tung Corp., 03 Civ. 6048 (GEL), 2007 WL 313483, at \*25 (S.D.N.Y. Feb. 1, 2007) (same); see also Dancer v. Golden Coin, Ltd., 176 P.3d 271, 274-75 (Nev. 2008) ("As [Nevada law] has established a higher minimum wage than that required under the FLSA . . . , [Nevada Law] governs appellants' claims."). Accordingly, plaintiff's damages for minimum wage and overtime violations shall be revised to include an additional \$12,925.50.

## 2. Liquidated Damages Under the FLSA

Under the FLSA, an employer who violates the statute's minimum wage or overtime provisions, 29 U.S.C. §§ 206, 207, "shall be liable to the employee . . . affected in the amount of their unpaid minimum wages [and/or] their unpaid overtime compensation . . . in an additional equal amount as liquidated

damages." § 216(b). The Court awarded plaintiff liquidated damages under this provision for claims that were timely under the FLSA. Plaintiff argues that the state wage-rate should have been used instead. I agree, but only to the extent that the liquidated damages were for overtime violations, under § 207. Liquidated damages for minimum wage violations were properly calculated under § 206(a)(1).

## a. Liquidated Damages for Overtime Violations

The FLSA provides that for all hours in a week that an employee works in excess of 40, she must be paid "at a rate not less than one and one half times the regular rate at which [s]he is employed." § 207(a)(1). The words "regular rate" "refer[] to the hourly rate actually paid the employee for the normal, non overtime workweek for which he is employed." Walling v.

Youngerman Reynolds Hardwood Co., 325 U.S. 419, 424 (1945). This means that § 207(a)(1) "require[s] the fifty percent overtime premium to be added to the actual wage paid, not to the statutory minimum wage." Mumbower v. Callicott, 526 F.2d 1183, 1187 (8th Cir. 1975); accord Overnight Motor Transp. Co. v. Missel, 216 U.S. 572, 577 (1942) (holding that § 207(a)(1) "is clear and unambiguous" in "call[ing] for 150% of the regular, not the minimum, wage").

But plaintiff was not paid any wages. Thus, the Court used the federal minimum wage as her "regular rate" for purposes of calculating overtime under § 207(a)(1). The regulations, however, clarify that "[w] here a higher minimum wage . . . is applicable to an employee by virtue of [state law], the regular rate of the employee, as the term is used in the [FLSA], cannot be lower than such applicable minimum, for the words 'regular rate at which he is employed' as used in section 7 [§ 207] must be construed to mean the regular rate at which he is lawfully employed." 29 C.F.R. § 778.5 (emphasis added). Thus, the Court should have used the New York State minimum wage as plaintiff's "regular rate." <u>See, e.g., Pineda-Herrera v. Da-Ar-Da, Inc.</u>, No. 09-CV-5140 (RLM), 2011 WL 2133825, at \*3 (E.D.N.Y. May 26, 2011) (calculating FLSA overtime using New York's higher minimum wage). Plaintiff's liquidated damages will be adjusted to reflect a \$5,265.50 increase, bringing her total recovery under 29 U.S.C. § 216(b) to \$53,649.50.

# ii. <u>Liquidated Damages for Minimum Wage</u> Violations

For several reasons, I do not agree that the portion of plaintiff's liquidated damages that is based upon minimum wage violations should also be calculated using the state rate.

The regulation that incorporated the state wage for purposes of the FLSA's overtime provision, 29 C.F.R. § 778.5, does not apply to the FLSA's minimum wage provision, 29 U.S.C. § 206. Section 778.5 appears under the heading "Overtime Compensation" and references only "section 7" -- that is, § 207; there is no similar provision for "section 6." Nor is the text of § 206 amenable to being read in conjunction with § 778.5, for unlike § 207, § 206 does not define wages by reference to a "regular rate." Rather, the rates are set forth in the text of the statute. Pineda-Herrera, 2011 WL 2133825, at \*5 ("In contrast [to § 207(a)(1)], for non-overtime wages, the FLSA requires only that employers pay the minimum wage rates set by federal law.").

Yet there are many examples of decisions citing § 778.5 as authority for incorporating the higher state wage into § 206 and then using it to calculate liquidated damages. See, e.g., Kopec v. GMG Constr., No. 09-CV-2187 (KAM) (ALC), 2010 WL 3925210, at \*3 (E.D.N.Y. Sept. 10, 2010), vacated on other grounds by 2011 WL 2650597 (E.D.N.Y. July 6, 2011) (concluding

During the time periods relevant to this lawsuit, § 206 required wages "not less than \$5.15 an hour beginning September 1, 1997," 29 U.S.C. § 206(a)(1) (2006), and "not less than . . . \$5.85 an hour, beginning on the 60th day after May 25, 2007," § 206(a)(1) (2007).

that "New York['s] minimum wage automatically replaces the federal minimum wage rate if it is greater than the federal minimum" (citing 29 C.F.R. § 778.5)); Pereira v. J. Sisters Hair Care Prods., Inc., No. 08 Civ. 4537 (GBD) (RLE), 2010 WL 2194807, at \*1 & n.1 (S.D.N.Y. June 1, 2010) (same); Mendez v. Nooch, Inc., No. 08 Civ. 2009 WL 666771, at \*\*2, 4, 5 (S.D.N.Y. Mar. 6, 2009) (same).

The savings clause, 29 U.S.C. § 218(a), which is sometimes cited as additional support for incorporation of higher state wages, also does not support incorporation. Though it expressly defers to state wage laws affording employees greater protection, it does not also "adopt such higher wages as the measure of damages for FLSA violations." Fast v. Applebee's Int'l, Inc., No. 06-4146-CV-c-NKL, 2009 WL 2391775, at \*7 (W.D. Mo. Aug. 3, 2009); accord Wicaksono v. XYZ 48 Corp., No. 10 Civ. 3635 (LAK) (JCF), 2011 WL 2022644, at \*7 (S.D.N.Y. May 2, 2011), adopted by 2011 WL 2038973 (S.D.N.Y. May 24, 2011); Pineda-Herrera, 2011 WL 2133825, at \*4 (limiting liquidated damages under FLSA "to the rates applicable under that statute" (citing 29 U.S.C. § 216(b)); McElmurry v. U.S. Bank Nat'l Ass'n, No. Civ. 04-642-HU, 2005 WL 2078334, at \*3 (D. Or. Aug. 24, 2005) (rejecting the argument that under § 218(a) "the failure to pay a higher state minimum wage law results in an FLSA violation, rather than a violation of that state law"); <a href="Bedford v. City of Del City">Bedford v. City of Del City</a>, No. Civ. 91-2152-A, 1993 WL 760383, at \*5 (W.D. Okla. Apr. 2, 1993) (noting that § 218(a) "does not incorporate the 'labor law' of all cities and states, but solely addresses federal, state or local provisions for shorter work weeks when calculating overtime"); <a href="Gilb v. Chiang">Gilb v. Chiang</a>, 186 Cal. App. 4th 444, 473 (3d Dist. 2010) (concluding that § 778.5 "cannot dictate the level of payment of regular non-overtime wages" and rejecting argument that § 218(a) "federalize[s] state minimum wage laws").

In fact, in the only circuit court decision published on this issue, the First Circuit held that § 218(a) "does not purport to incorporate existing state law." Cosmo Nieves v.

Deshler, 786 F.2d 445, 452 (1st Cir. 1986); see also Bruns v.

Municipality of Anchorage, 182 F.3d 924, No. 97-36060, 1999 WL

288910, at \*2 (9th Cir. May 10, 1999) (unpublished) (concluding that "plaintiffs' attempted melding of the FLSA and state law claims does not withstand scrutiny" because § 218(a) "does not purport to incorporate existing state law"); cf. Spoerle v. Kraft Foods Global, Inc., 614 F.3d 427, 429 (7th Cir. 2010) ("No one would contend that [an] employer could pay the workers [less than the state minimum wage], even though that is allowed by federal

law [under 29 U.S.C. § 203(o)]."); Shin Won Kang v. Inno Asset

Dev., LLC, No. 08-CV-4848 (SLT) (JMA), 2011 WL 1674554, at \*2

(E.D.N.Y. Jan. 28, 2011) (contrasting the FLSA, which promises

only "the statutory minimum wage," with the Labor Law, under

which plaintiffs "collect the full amount of wages contractually

owed" (citing N.Y. Lab. Law § 191(1)(a)(i)).

In sum, the FLSA does not support plaintiff's argument. Hence, I conclude that it was not error to calculate liquidated damages at the rate prescribed by 29 U.S.C. § 206(a)(1). See Wicaksono, 2011 WL 2022644, at \*7 (concluding that this approach "avoids the implication unsupported by the statute or by case law . . . that 29 U.S.C. § 218 makes it a violation of federal law to fail to pay the state minimum wage rate" (citations omitted)).

### c. Liquidated Damages under Both Statutes

For plaintiff's minimum wage and overtime claims that were timely under the FLSA and the Labor Law, the Court awarded liquidated damages under the FLSA because it provided a higher measure of recovery than did the Labor Law, <u>i.e.</u>, 100 percent unpaid wages versus 25 percent. Plaintiff argues that she was entitled to collect under both statutes. I agree.

First, Second Circuit case law clearly recognizes that liquidated damages under the FLSA and the Labor Law serve

different purposes. Under the FLSA, the term "liquidated damages" has been described as "something of a misnomer," <a href="Brock">Brock</a> v. Sup. Care, Inc., 840 F.2d 1054, 1063 n.3 (2d Cir. 1988), because these damages "are considered compensatory rather than punitive in nature, " Reich v. S. New Eng. Telecomm. Corp., 121 F.3d 58, 71 (2d Cir. 1997). "[T] hey serve as a form of pre-judgment interest." Yu G. Ke v. Saigon Grill, Inc., 595 F. Supp. 2d 240, 261 (S.D.N.Y. 2008); accord Reich, 121 F.3d at 70 n.4 ("Congress provided for liquidated damages as a means of compensating employees 'for losses they might suffer by reason of not receiving their lawful wage at the time it was due.'" (quoting Martin v. Cooper Elec. Supply Co., 940 F.2d 896, 907 (3d Cir. 1991))). Hence, "[i]t is well settled that in an action for violations of the [FLSA] prejudgment interest may not be awarded in addition to liquidated damages." Brock, 840 F.2d at 1064. Plaintiff has not asked separately for prejudgment interest here.

Liquidated damages under the Labor Law, however, are punitive in nature. They "'constitute a penalty' to deter an employer's willful withholding of wages due." Reilly v. NatWest Mkts. Grp. Inc., 181 F.3d 253, 265 (2d Cir. 1999) (quoting Carter v. Frito-Lay, Inc., 425 N.Y.S.2d 115, 116 (1st Dep't 1980)).

Because of the different purposes the two forms of liquidated damages serve, plaintiff may recover under both

Saigon Grill, 595 F. Supp. 2d at 261-62; DeKeyser v. Thyssenkrupp Waupaca, Inc., 589 F. Supp. 2d 1026, 1031 (E.D. Wis. 2008)

("While [p] laintiff may not obtain double recovery, he is free to pursue relief under the FLSA as well as state statutory and contract claims.").

An analogous situation exists in discrimination cases. There, as here, a plaintiff is entitled to seek relief under an array of statutes, and as long as she does not recover twice for the same injury, she may maximize her recovery by seeking different damages under the statutes that afford her the greatest relief. For example, punitive damages for discriminatory conduct are not available under New York Human Rights Law but can be awarded under Title VII and the Americans with Disabilities Act (the "ADA"). On the other hand, an award of compensatory damages under Title VII and the ADA are statutorily capped, 42 U.S.C. § 1981a(b)(3), whereas recovery under the New York Human Rights Law is not. Plaintiffs typically proceed under both statutes to maximize their recoveries.

Finally, I note that once the employer's willfulness has been established, both the Labor Law and the FLSA seem to require that a plaintiff be awarded liquidated damages. The Labor Law directs that "the court shall allow" such damages, N.Y.

Lab. Law §§ 198(1-a), 663(1); see Reilly, 181 F.3d at 264, and the FLSA similarly provides that employers "shall be liable to the employee" for the additional recovery, 29 U.S.C. § 216(b). Accordingly, plaintiff will be awarded liquidated damages under the Labor Law on all wage and overtime claims, which is an additional \$15,327.37.

## B. The Application for Attorneys' Fees and Costs

As the prevailing party in this action, plaintiff is entitled to reasonable fees and costs. 29 U.S.C. § 216(b); N.Y. Lab. Law § 198(1-a). She requests an award of \$68,745.00 in attorneys' fees and costs of \$1,352.70.

## 1. Applicable Law

In the Second Circuit, awards of attorneys' fees are calculated based on the "presumptively reasonable fee" approach adopted in Arbor Hill Concerned Citizens Neighborhood Ass'n v.

County of Albany, 522 F.3d 182, 190 & n.4 (2d Cir. 2008). Under this approach, the court sets a "reasonable hourly rate," bearing in mind all the case-specific variables, and then multiplies the rate times the number of hours reasonably expended to calculate the "presumptively reasonable fee." Id. at 190; see Porzig v.

Dresdner, Kleinwort, Benson, N. Am. LLC, 497 F.3d 133, 141 (2d Cir. 2007).

A reasonable hourly rate is "the rate a paying client would be willing to pay." Arbor Hill, 522 F.3d at 190. In setting this rate, a court is to consider the traditional factors enumerated in Johnson v. Georgia Highway Express, Inc., 488 F.2d 714, 717-19 (5th Cir. 1974), abrogated on other grounds by Blanchard v. Bergeron, 489 U.S. 87, 92-93, 96 (1989):

(1) the time and labor required; (2) the novelty and difficulty of the questions; (3) the level of skill required to perform the legal service properly; (4) the preclusion of employment by the attorney due to acceptance of the case; (5) the attorney's customary hourly rate; (6) whether the fee is fixed or contingent; (7) the time limitations imposed by the client or the circumstances; (8) the amount involved in the case and the results obtained; (9) the experience, reputation, and ability of the attorneys; (10) the "undesirability" of the case; (11) the nature and length of the professional relationship with the client; and (12) awards in similar cases.

Arbor Hill, 522 F.3d at 186 n.3 (citing Johnson, 488 F.2d at 717-19). The court must also bear in mind that "a reasonable, paying client wishes to spend the minimum necessary to litigate the case effectively," and consider that the client "might be able to negotiate with his or her attorneys, using their desire to obtain the reputational benefits that might accrue from being associated with the case." Id. at 186. It may rely both on "its

own knowledge of comparable rates charged by lawyers in the district," Morris v. Eversley, 343 F. Supp. 2d 234, 245 (S.D.N.Y. 2004), as well as on "evidence proffered by the parties,"

Farbotko v. Clinton County, 433 F.3d 204, 209 (2d Cir. 2005).

"[C]urrent rates, rather than historical rates, should be applied in order to compensate for the delay in payment,"

LeBlanc-Sternberg v. Fletcher, 143 F.3d 748, 764 (2d Cir. 1998), and contemporaneous time records are a prerequisite to a plaintiff's recovery, see Scott v. City of New York, 626 F.3d 130, 133 34 (2d Cir. 2010).

Some of the <u>Johnson</u> factors "are more logically related to determining the number of hours that should be compensated, and others, such as the extent of success, might be considered in setting the number of compensable hours or in making a further adjustment after a presumptive fee has been established." <u>Rozell v. Ross-Holst</u>, 576 F. Supp. 2d 527, 537 n.1 (S.D.N.Y. 2008).

Adjustments must be made to account for "excessive, redundant or otherwise unnecessary hours." <u>Quarantino v. Tiffany & Co.</u>, 166 F.3d 422, 425 (2d Cir. 1999). Overall, "'the most critical factor' in determining the reasonableness of a fee award 'is the degree of success obtained.'" <u>Farrar v. Hobby</u>, 506 U.S. 103, 114 (1992) (quoting <u>Hensley v. Eckerhart</u>, 461 U.S. 424, 436 (1983)).

## 2. Application

Taking into account the <u>Johnson</u> factors and other relevant considerations, I determine the reasonable hourly rates; I determine the reasonable number of hours expended; I multiply the two to arrive at the "presumptively reasonable fee"; and I consider whether to make adjustments to arrive at the final fee award.

### a. The Hourly Rates

The hourly rates that plaintiff requests are reasonable for this type of case and are consistent with the rates awarded in other FLSA and statutory fee cases in the Southern District of New York.

Mr. Kirschenbaum, a 2005 graduate of Fordham Law School and lead counsel, requests \$300 per hour for his work as an associate and \$350 per hour once he was made a partner in September 2009, roughly one year before the trial in this case. (Kirschenbaum Aff.  $\P$  16, 20).

Ms. Hester requests \$350 per hour. (Id.  $\P23$ ). She is a graduate of Harvard Law School and has worked in litigation, first at Debevoise & Plimpton and then at Joseph Herzfeld, since her graduation in 1990. (Id.  $\P$  17). She contributed to the briefing in this case. (Id.  $\P$  16).

Two associates, Mr. Kadushin and Ms. Schulman, request \$300 and \$200, respectively (id. ¶¶ 18, 19), and Ms. Pliskin, a paralegal, requests \$100 per hour for her work but has not sought reimbursement for administrative tasks (id. ¶¶ 21, 23). The firm discounted its rates to reflect the fact that this was not a class action. (Id.  $\P$  22).

"[C]onsistent 'precedent in the Southern District reveals that rates awarded to experienced civil rights attorneys over the past ten years have ranged from \$250 to \$600, and that rates for associates have ranged from \$200 to \$350, with average awards increasing over time.'" Mugavero v. Arms Acres Inc., 03 Civ. 5724 (PGG), 2010 WL 451045, at \*5 (S.D.N.Y. Feb. 9, 2010) (quoting Vilkhu v. City of New York, No. 06 Civ. 2095 (CPS), 2009 WL 1851019, at \*4 (E.D.N.Y. June 26, 2009)); see also Saunders v. <u>City of New York</u>, 07 Civ. 830 (SAS), 2009 WL 4729948, at \*8 (S.D.N.Y. Dec. 9, 2009) (approving \$425/hour rate for partners with "substantial experience litigating employment matters" and \$200-\$300/hour for associates); N.Y. Dist. Council of Carpenters Pension Fund v. Perimeter Interiors, Inc., 657 F. Supp. 2d 410, 424 (S.D.N.Y. 2009) (awarding \$425/hour for partners, \$300/hour for associates, and \$150/hour for paralegal work in ERISA default case).

## b. Number of Hours

Plaintiff's request for time -- 205.60 hours of legal work and 15.0 hours of paralegal work (see Kirschenbaum Aff.

¶ 23) -- is also reasonable. These are eminently reasonable sums for a case that has been actively litigated since July 2008. Specifically, plaintiff's attorneys conducted discovery and depositions, opposed defendants' motion for summary judgment, prepared for an interlocutory appeal on which defendants ultimately defaulted, and prosecuted a two-day bench trial at which they prevailed.

#### c. Costs

Finally, the \$1,352.70 in costs plaintiff seeks are reasonable. She is entitled to recover "those reasonable out-of-pocket expenses incurred by attorneys and ordinarily charged to their clients." <u>LeBlanc-Sternberg v. Fletcher</u>, 143 F.3d 748, 763 (2d Cir. 1998). Here, plaintiff only seeks costs related to court filings and depositions. (Kirschenbaum Aff.

## d. <u>Defendants' Objections</u>

Defendants concede that plaintiff is entitled to fees and costs, but they raise several objections to her application. First, they contend that her request is "facially excessive and

unconscionable" because it equals almost 50 percent of the judgment. (Baumgarten Aff. ¶ 4). Proportionality, however, is not a proper basis on which to adjust plaintiff's otherwise reasonable request. Because "Congress enacted fee-shifting statutes . . . to encourage private enforcement of civil rights statutes, to the benefit of the public as a whole," Quaratino, 166 F.3d at 426, the Supreme Court has rejected a per se "proportionality" rule like the one defendants suggest, i.e., a rule that would proportionally link a plaintiff's fees to the scale of her monetary success in the case, City of Riverside v. Rivera, 477 U.S. 561, 578 (1986).

Defendants next argue that the judgment in this case "will virtually bankrupt a small, family owned restaurant."

(Baumgarten Aff. ¶ 6). Yet they provided no examples of instances in which a court has adjusted a fee award based upon a defendant's economic condition. See, e.g., Allende v. Unitech

Design, Inc., -- F. Supp. 2d --, No. 10 Civ. 4256 (AJP), 2011 WL

891445, at \*1 n.1 (S.D.N.Y. Mar. 15, 2011) (noting that even if such circumstances "could be an equitable factor considered by the Court, defendants [did] not proffer[] any evidence of their financial condition").

I conclude that no adjustments are necessary. The request of \$70,097.70 for attorneys' fees and costs is reasonable

in light of the result achieved and all the circumstances of the case. Accordingly, I will award the presumptively reasonable fee.

## CONCLUSION

For the foregoing reasons, plaintiff's application for fees and costs is granted. Her application for reconsideration is granted in part and denied in part.

The Court will enter judgment reflecting these rulings. SO ORDERED.

Dated: July 27, 2011

New York, New York

DENNY CHIN

United States Circuit Judge Sitting By Designation